

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6524

BILL NUMBER: SB 391

NOTE PREPARED: Feb 2, 2009

BILL AMENDED:

SUBJECT: Online or Mail Renewal of Driver's Licenses.

FIRST AUTHOR: Sen. Rogers

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill authorizes the Bureau of Motor Vehicles (BMV) to adopt rules concerning the renewal of certain driver's licenses by mail or by electronic service.

Effective Date: July 1, 2009.

Explanation of State Expenditures: Allowing the issuance of certain driver's licenses by mail or by electronic service will save the BMV money. The BMV reported in January 2008 the following costs on a per-vehicle registration: (a) \$1.72 for mail-in; (b) \$1.81 for online; and (c) \$6.44 for in-branch transactions. There would be credit card costs associated with online transactions, but not as much as on mail-in, since only 10% of BMV mail-in registration customers use a credit card. The fund affected is the Motor Vehicle Highway Account. The BMV issued just under 1.4 million driver's licenses in CY 2007. It is not known how many would qualify for the remote renewal based on the proposal's provisions.

[NOTE: The estimated costs described above will be updated upon receipt of more current information.]

Adopting rules will be conducted under current rule-making procedures and will have no fiscal impact. The fund affected is the Motor Vehicle Highway Account, which supports the BMV.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: BMV.

Local Agencies Affected:

Information Sources: Dollyne Sherman, Deputy Commissioner of the BMV, 317-233-0216.

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